

SMALL BUSINESS ADMINISTRATION

Federal Funds

SALARIES AND EXPENSES

For necessary expenses, not otherwise provided for, of the Small Business Administration as authorized by Public Law 108-447, including hire of passenger motor vehicles as authorized by 31 U.S.C. 1343 and 1344, and not to exceed \$3,500 for official reception and representation expenses, **[\$433,438,000] \$444,269,000**: *Provided*, That the Administrator is authorized to charge fees to cover the cost of publications developed by the Small Business Administration, and certain loan program activities, including fees authorized by section 5(b) of the Small Business Act: *Provided further*, That, notwithstanding 31 U.S.C. 3302, revenues received from all such activities shall be credited to this account, to remain available until expended, for carrying out these purposes without further appropriations: *Provided further*, That **[\$113,000,000] \$113,000,000** shall be available to fund grants for performance in fiscal year **[2010] 2011** or fiscal year **[2011] 2012** as authorized by section 21 of the Small Business Act, of which \$1,000,000 shall be for the Veterans Assistance and Services Program authorized by section 21(n) of the Small Business Act, **[as added by section 107 of Public Law 110-186,]** and of which \$1,000,000 shall be for the Small Business Energy Efficiency Program authorized by section 1203(c) of Public Law 110-140: *Provided further*, That **[\$22,000,000] \$10,000,000** shall remain available until September 30, **[2011] 2012** for marketing, management, and technical assistance under section 7(m) of the Small Business Act (15 U.S.C. 636(m)(4)) by intermediaries that make microloans under the microloan program: **[Provided further**, That during fiscal year 2010, the applicable percentage under section 7(m)(4)(A) of the Small Business Act shall be 50 percent: *Provided further*, That **[\$11,690,500] \$18,347,700** shall be available for the Loan Modernization and Accounting System, to be available until September 30, **[2011: Provided further**, That \$2,000,000 shall be for the Federal and State Technology Partnership Program under section 34 of the Small Business Act (15 U.S.C. 657d) *2012: Provided further*, That notwithstanding the provisions of section 7(e) of the Small Business Act, the Administration may provide financial assistance in the form of grants or cooperative agreements to educational institutions, nonprofit organizations, Federal, State, and local departments and agencies (including Small Business Development Centers operating pursuant to section 21 of the Small Business Act, Women's Business Centers operating pursuant to section 29 of the Small Business Act, and SCORE chapters operating pursuant to section 8(b)(1)(B) of the Small Business Act) for the purpose of providing management or technical assistance and other services to small businesses. (Financial Services and General Government Appropriations Act, 2010.)

Program and Financing (in millions of dollars)

Identification code 73-0100-0-1-376	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Executive direction	72	92	72
00.02 Capital Access	70	80	71
00.03 Gov. Contracting/ Bus. Development	23	28	28
00.04 Entrepreneurial Development	8	29	15
00.05 Management & Administration	26	42	31
00.06 Office of Chief Information Officer	43	60	50
00.07 Regional & district offices	101	111	105
00.08 Agency wide costs	45	51	54
00.09 Non credit programs	171	185	174
00.10 Congressional initiatives	58	69	.....
00.12 Disaster	254	203	203
09.00 Reimbursable program .....	.....	1	1
10.00 Total new obligations	871	951	804
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	120	226	10
22.00 New budget authority (gross)	964	735	819
22.10 Resources available from recoveries of prior year obligations	14	.....	.....
23.90 Total budgetary resources available for obligation	1,098	961	829
23.95 Total new obligations	-871	-951	-804
23.98 Unobligated balance expiring or withdrawn	-1	.....	.....
24.40 Unobligated balance carried forward, end of year	226	10	25

New budget authority (gross), detail:

Discretionary:			
40.00 Appropriation	522	492	446
42.00 Transferred from other accounts	3	.....	.....
43.00 Appropriation (total discretionary)	525	492	446
Spending authority from offsetting collections:			
58.00 Offsetting collections (cash)	151	77	203
58.00 Offsetting collections (cash)	288	166	170
58.90 Spending authority from offsetting collections (total discretionary)	439	243	373
70.00 Total new budget authority (gross)	964	735	819

Change in obligated balances:

72.40 Obligated balance, start of year	334	371	555
73.10 Total new obligations	871	951	804
73.20 Total outlays (gross)	-814	-767	-887
73.40 Adjustments in expired accounts (net)	-6	.....	.....
73.45 Recoveries of prior year obligations	-14	.....	.....
74.40 Obligated balance, end of year	371	555	472

Outlays (gross), detail:

86.90 Outlays from new discretionary authority	600	514	618
86.93 Outlays from discretionary balances	214	253	269
87.00 Total outlays (gross)	814	767	887

Offsets:

Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Payments from business loan program account	-138	-153	-157
88.00 Payments from disaster loan program account	-288	-77	-203
88.00 Federal sources .....	.....	-1	-1
88.40 Non-Federal sources	-12	-12	-12
88.90 Total, offsetting collections (cash)	-438	-243	-373
Against gross budget authority only:			
88.96 Portion of offsetting collections (cash) credited to expired accounts	-1	.....	.....

Net budget authority and outlays:

89.00 Budget authority	525	492	446
90.00 Outlays	376	524	514

This account funds the administrative expenses of SBA headquarters and field office operations. Appropriations for the administration of the disaster and business loan programs are merged with this account. The 2011 Budget provides increased funding for the continued development of a new loan management accounting system, which will improve oversight of SBA's more than \$90 billion portfolio of loans and loan guarantees. Funding is also requested for core agency activities, including information technology investments and human capital development. In addition, this account funds non-credit business assistance grant programs. The 2011 Budget includes additional funds for a regional clusters initiative and to expand the Emerging Leaders program (formerly known as E200).

Object Classification (in millions of dollars)

Identification code 73-0100-0-1-376	2009 actual	2010 est.	2011 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	188	199	206
11.3 Other than full-time permanent	10	10	10
11.5 Other personnel compensation	6	4	4
11.9 Total personnel compensation	204	213	220
12.1 Civilian personnel benefits	51	56	58
21.0 Travel and transportation of persons	4	7	7
23.1 Rental payments to GSA	32	35	38
23.3 Communications, utilities, and miscellaneous charges	8	9	9
24.0 Printing and reproduction	1	2	5
25.2 Other services	86	164	79
25.3 Other purchases of goods and services from Government accounts (Disaster Administrative Expenses)	254	203	203

SALARIES AND EXPENSES—Continued
Object Classification—Continued

Identification code 73-0100-0-1-376	2009 actual	2010 est.	2011 est.
26.0 Supplies and materials	4	5	5
31.0 Equipment	6	5	5
41.0 Grants, subsidies, and contributions	221	251	174
99.0 Direct obligations	871	950	803
99.0 Reimbursable obligations .....	.....	1	1
99.9 Total new obligations	871	951	804

Employment Summary

Identification code 73-0100-0-1-376	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	3,841	3,374	3,380

OFFICE OF INSPECTOR GENERAL

For necessary expenses of the Office of Inspector General in carrying out the provisions of the Inspector General Act of 1978, **[\$16,300,000]** **\$18,000,000.** (*Financial Services and General Government Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 73-0200-0-1-376	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Audit	8	10	11
00.02 Investigations	9	10	11
00.03 Management policy	1	1	1
00.04 General Office/Legal Counsel	1	1	1
10.00 Total new obligations	19	22	24
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	7	15	10
22.00 New budget authority (gross)	27	17	19
23.90 Total budgetary resources available for obligation	34	32	29
23.95 Total new obligations	-19	-22	-24
24.40 Unobligated balance carried forward, end of year	15	10	5
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	27	16	18
58.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	.....	1	1
70.00 Total new budget authority (gross)	27	17	19
Change in obligated balances:			
72.40 Obligated balance, start of year	1	3	4
73.10 Total new obligations	19	22	24
73.20 Total outlays (gross)	-17	-21	-23
74.40 Obligated balance, end of year	3	4	5
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	16	15	17
86.93 Outlays from discretionary balances	1	6	6
87.00 Total outlays (gross)	17	21	23
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Payments from disaster loan program account .....	.....	-1	-1
Net budget authority and outlays:			
89.00 Budget authority	27	16	18
90.00 Outlays	17	20	22

The 2011 Budget proposes \$18.0 million in new budget authority and \$1.0 million transferred from the Disaster Loans Program account for a total of \$19.0 million for the Office of Inspector General (OIG). This appropriation provides funds for agency-wide audit, investigative, and related functions to promote economy and efficiency in SBA operations and to prevent and detect waste, fraud, and abuse. In addition, the passage of the American Recovery and Reinvestment Act of 2009 provided an additional \$10 million, available from 2009 through 2013, for oversight and audit of SBA Recovery Act programs, grants, and projects.

Object Classification (in millions of dollars)

Identification code 73-0200-0-1-376	2009 actual	2010 est.	2011 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	10	12	13
11.5 Other personnel compensation	1	1	1
11.9 Total personnel compensation	11	13	14
12.1 Civilian personnel benefits	3	4	4
25.2 Other services	5	4	5
99.0 Direct obligations	19	21	23
99.0 Reimbursable obligations .....	.....	1	1
99.9 Total new obligations	19	22	24

Employment Summary

Identification code 73-0200-0-1-376	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	104	116	122

SURETY BOND GUARANTEES REVOLVING FUND

For additional capital for the Surety Bond Guarantees Revolving Fund, authorized by the Small Business Investment Act of 1958, *as amended*, \$1,000,000, to remain available until expended. (*Financial Services and General Government Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 73-4156-0-3-376	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
09.01 Reimbursable obligations	6	12	10
09.09 Reimbursable program - subtotal line	6	12	10
10.00 Total new obligations (object class 42.0)	6	12	10
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	30	49	47
22.00 New budget authority (gross)	25	10	8
23.90 Total budgetary resources available for obligation	55	59	55
23.95 Total new obligations	-6	-12	-10
24.40 Unobligated balance carried forward, end of year	49	47	45
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	17	1	1
58.00 Spending authority from offsetting collections: Offsetting collections (cash)	8	9	7
70.00 Total new budget authority (gross)	25	10	8
Change in obligated balances:			
72.40 Obligated balance, start of year	1	.....	2
73.10 Total new obligations	6	12	10
73.20 Total outlays (gross)	-7	-10	-8
74.40 Obligated balance, end of year .....	.....	2	4

Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	6	10	8
86.93	Outlays from discretionary balances	1	.....	.....
87.00	Total outlays (gross)	7	10	8
Offsets:				
Against gross budget authority and outlays:				
88.40	Offsetting collections (cash) from: Non-Federal sources	-8	-9	-7
Net budget authority and outlays:				
89.00	Budget authority	17	1	1
90.00	Outlays	-1	1	1

SBA is authorized to issue bond guarantees to surety companies for construction, service, and supply contracts or work orders, and to reimburse these sureties up to 90 percent of the losses sustained if the contractor defaults. SBA's guarantees provide an incentive for sureties to issue bonds to small contractors who could not otherwise secure them and compete in the contracting industry. In 2011, the Budget proposes \$1 million to cover potential losses; the American Recovery and Reinvestment Act of 2009 (ARRA) also provided an additional \$15 million in funding for this program.

Balance Sheet (in millions of dollars)

Identification code 73-4156-0-3-376		2008 actual	2009 actual
ASSETS:			
Federal assets:			
1101	Fund balances with Treasury	31	49
Investments in US securities:			
1106	Receivables, net	1	1
1999	Total assets	32	50
LIABILITIES:			
2201	Non-Federal liabilities: Accounts payable	25	21
2999	Total liabilities	25	21
NET POSITION:			
3300	Cumulative results of operations	7	29
3999	Total net position	7	29
4999	Total liabilities and net position	32	50

BUSINESS LOANS PROGRAM ACCOUNT

(INCLUDING TRANSFER OF FUNDS)

For the cost of direct loans, **[\$3,000,000] \$3,765,000**, to remain available until expended, and for the cost of guaranteed loans as authorized by section 7(a) of the Small Business Act, **[\$80,000,000] \$165,386,000**, to remain available until expended: *Provided*, That such costs, including the cost of modifying such loans, shall be as defined in section 502 of the Congressional Budget Act of 1974: *Provided further*, That subject to section 502 of the Congressional Budget Act of 1974, during fiscal year **[2010] 2011** commitments to guarantee loans under section 503 of the Small Business Investment Act of 1958 shall not exceed \$7,500,000,000: *Provided further*, That during fiscal year 2010 commitments for general business loans authorized under section 7(a) of the Small Business Act shall not exceed \$17,500,000,000 for a combination of amortizing term loans and the aggregated maximum line of credit provided by revolving loans: *Provided further*, That during fiscal year **[2010] 2011** commitments to guarantee loans for debentures under section 303(b) of the Small Business Investment Act of 1958, shall not exceed \$3,000,000,000: *Provided further*, That during fiscal year **[2010] 2011**, guarantees of trust certificates authorized by section 5(g) of the Small Business Act shall not exceed a principal amount of \$12,000,000,000. In addition, for administrative expenses to carry out the direct and guaranteed loan programs, **[\$153,000,000] \$157,000,000**, which may be **[transferred to and merged with] paid to** the appropriations for Salaries and Expenses. (*Financial Services and General Government Appropriations Act, 2010.*)

[Sec. 1006. (a) There is hereby appropriated \$125,000,000, for an additional amount for "Small Business Administration—Business Loans

Program Account" for fee reductions and eliminations under section 501 of division A of the American Recovery and Reinvestment Act of 2009 (Public Law 111-5) and for the cost of guaranteed loans under section 502 of such division: *Provided*, That such cost shall be as defined in section 502 of the Congressional Budget Act of 1974. **]** (*Department of Defense Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 73-1154-0-1-376		2009 actual	2010 est.	2011 est.
Obligations by program activity:				
00.01	Direct loan subsidy	4	6	4
00.02	Guaranteed loan subsidy	299	494	165
00.04	Subsidy for modification of loan guarantees	13	.....	.....
00.05	Reestimate of direct loan	8	5	.....
00.06	Interest on direct loan reestimation	4	2	.....
00.07	Reestimate of loan guarantee subsidy	1,267	3,779	.....
00.08	Interest on reestimates of loan guarantee subsidy	234	740	.....
00.09	Administrative expenses	139	153	157
10.00	Total new obligations	1,968	5,179	326
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	7	328	46
22.00	New budget authority (gross)	2,289	4,889	326
22.10	Resources available from recoveries of prior year obligations .....	.....	8	.....
23.90	Total budgetary resources available for obligation	2,296	5,225	372
23.95	Total new obligations	-1,968	-5,179	-326
24.40	Unobligated balance carried forward, end of year	328	46	46
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	776	361	326
Mandatory:				
60.00	Appropriation	1,513	4,528	.....
70.00	Total new budget authority (gross)	2,289	4,889	326
Change in obligated balances:				
72.40	Obligated balance, start of year	3	205	290
73.10	Total new obligations	1,968	5,179	326
73.20	Total outlays (gross)	-1,766	-5,086	-537
73.45	Recoveries of prior year obligations .....	.....	-8	.....
74.40	Obligated balance, end of year	205	290	79
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	253	236	310
86.93	Outlays from discretionary balances .....	.....	322	227
86.97	Outlays from new mandatory authority	1,513	4,528	.....
87.00	Total outlays (gross)	1,766	5,086	537
Net budget authority and outlays:				
89.00	Budget authority	2,289	4,889	326
90.00	Outlays	1,766	5,086	537

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 73-1154-0-1-376		2009 actual	2010 est.	2011 est.
Direct loan levels supportable by subsidy budget authority:				
115001	7(m) Direct Microloans	37	50	25
115009	Section 509 Secondary Market 7(a) Broker/Dealer Loans—ARRA .....	.....	500	666
115999	Total direct loan levels	37	550	691
Direct loan subsidy (in percent):				
132001	7(m) Direct Microloans	11.66	12.04	15.06
132009	Section 509 Secondary Market 7(a) Broker/Dealer Loans—ARRA	0.00	-0.49	-0.19
132999	Weighted average subsidy rate	11.66	0.65	0.36
Direct loan subsidy budget authority:				
133001	7(m) Direct Microloans	4	6	4
133009	Section 509 Secondary Market 7(a) Broker/Dealer Loans—ARRA .....	.....	-2	-1

BUSINESS LOANS PROGRAM ACCOUNT—Continued

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program—Continued

Identification code 73-1154-0-1-376	2009 actual	2010 est.	2011 est.
133999 Total subsidy budget authority	4	4	2
Direct loan subsidy outlays:			
134001 7(m) Direct Microloans	2	2	2
134009 Section 509 Secondary Market 7(a) Broker/Dealer Loans—ARRA		-2	-1
134999 Total subsidy outlays	2		1
Direct loan upward reestimates:			
135001 7(m) Direct Microloans	12	5	
135007 SBIC Direct Preferred Stock and Fee Loans		2	
135999 Total upward reestimate budget authority	12	7	
Direct loan downward reestimates:			
137001 7(m) Direct Microloans	-4	-2	
137007 SBIC Direct Preferred Stock and Fee Loans		-3	
137999 Total downward reestimate budget authority	-4	-5	
Guaranteed loan levels supportable by subsidy budget authority:			
215002 7(a) General Business Loan Guarantees	3,262	9,358	15,970
215004 Section 504 Certified Development Companies Debentures	1,360	5,500	7,500
215006 SBIC Debentures	788	3,000	3,000
215010 Secondary Market Guarantee	2,381	12,000	12,000
215015 Secondary Market 504 First Mortgage Guarantees-ARRA		3,000	429
215016 ARC Loan Guarantees—ARRA	94	242	
215017 7(a) General Business Loan Guarantees—ARRA	5,645	5,280	
215018 Section 504 Certified Development Companies—ARRA	2,430	2,006	
215020 7(a) Dealer Floor Plan		1,218	
215021 7(a) Dealer Floor Plan—ARRA	252	1,643	
215024 7(a) Revolvers			39,340
215999 Total loan guarantee levels	16,212	43,247	78,239
Guaranteed loan subsidy (in percent):			
232002 7(a) General Business Loan Guarantees	0.00	0.46	0.74
232004 Section 504 Certified Development Companies Debentures	-0.07	0.00	0.00
232006 SBIC Debentures	0.00	0.00	0.00
232010 Secondary Market Guarantee	0.00	0.00	0.00
232015 Secondary Market 504 First Mortgage Guarantees-ARRA	0.00	0.00	0.00
232016 ARC Loan Guarantees—ARRA	75.77	76.15	0.00
232017 7(a) General Business Loan Guarantees—ARRA	3.10	4.23	0.00
232018 Section 504 Certified Development Companies—ARRA	2.14	2.05	0.00
232020 7(a) Dealer Floor Plan	0.00	0.04	0.00
232021 7(a) Dealer Floor Plan—ARRA	0.20	0.21	0.00
232024 7(a) Revolvers	0.00	0.00	0.12
232999 Weighted average subsidy rate	1.84	1.15	0.21
Guaranteed loan subsidy budget authority:			
233002 7(a) General Business Loan Guarantees		43	118
233004 Section 504 Certified Development Companies Debentures	-1		
233016 ARC Loan Guarantees—ARRA	71	184	
233017 7(a) General Business Loan Guarantees—ARRA	175	223	
233018 Section 504 Certified Development Companies—ARRA	52	41	
233021 7(a) Dealer Floor Plan—ARRA	1	3	
233024 7(a) Revolvers			47
233999 Total subsidy budget authority	298	496	165
Guaranteed loan subsidy outlays:			
234002 7(a) General Business Loan Guarantees		122	67
234004 Section 504 Certified Development Companies Debentures		30	
234016 ARC Loan Guarantees—ARRA	11	128	
234017 7(a) General Business Loan Guarantees—ARRA	94	125	
234018 Section 504 Certified Development Companies—ARRA	8		
234024 7(a) Revolvers			26
234999 Total subsidy outlays	113	405	93
Guaranteed loan upward reestimates:			
235002 7(a) General Business Loan Guarantees	798	1,905	
235003 7(a) General Business Loan Guarantees—STAR	9	17	
235004 Section 504 Certified Development Companies Debentures	636	1,471	
235006 SBIC Debentures	4	73	
235007 SBIC Participating Securities		962	
235010 Secondary Market Guarantee	54	36	
235017 7(a) General Business Loan Guarantees—ARRA		34	
235018 Section 504 Certified Development Companies—ARRA		21	
235999 Total upward reestimate budget authority	1,501	4,519	
Guaranteed loan downward reestimates:			
237002 7(a) General Business Loan Guarantees	-1	-1	
237004 Section 504 Certified Development Companies Debentures	-1		
237006 SBIC Debentures	-57	-10	
237007 SBIC Participating Securities	-339	-10	
237008 SBIC New Market Venture Capital	-2	-2	
237010 Secondary Market Guarantee	-57	-25	
237013 502 Local Development Companies	-1		

237999 Total downward reestimate subsidy budget authority	-458	-48	
Administrative expense data:			
3510 Budget authority	138	153	155
3590 Outlays from new authority	138	153	155

As required by the Federal Credit Reform Act of 1990, as amended, this account records the subsidy costs associated with the direct loans obligated and loan guarantees committed in 1992 and beyond (including modifications of direct loans or loan guarantees that resulted from obligations or commitments in any year), as well as administrative expenses of the business loan program. The subsidy amounts are estimated on a present value basis; the administrative expenses are estimated on a cash basis.

For 2011, the Budget proposes \$326 million in new budget authority for the Business Loans Program account. This includes \$157 million in administrative expenses funding, \$165 million in credit subsidy for the Section 7(a) guaranteed loan program, and \$3.8 million in credit subsidy for the direct Microloan program.

The Section 7(a) program provides general business credit assistance. The 2011 Budget implements a new accounting treatment for 7(a) revolving lines of credit. In previous fiscal years, SBA's modeling and budget presentations treated all 7(a) loans as term loans, when in fact a significant portion of approvals (roughly \$1–2 billion) consisted of revolving lines of credit, under which a borrower was able to draw and repay multiple times during the loan term. In order to be consistent with Federal Credit Reform requirements and better reflect the total economic activity supported by the guarantee, the total 7(a) program level will now reflect the full revolving lines of credit disbursement and repayment activity. Therefore, the Budget supports \$16 billion in 7(a) term loans and \$39 billion in 7(a) revolving lines of credit. Excluding the anticipated draw and repayment activity, the base approval amounts are consistent with the historically authorized program level of \$17.5 billion. For budget execution purposes, the 7(a) program will have separate risk categories and subsidy rates for term and revolving loans.

The Section 504 Certified Development Company program is for long-term, fixed-rate financing and the requested guaranteed loan program level is \$7.5 billion in 2011. The Small Business Investment Company (SBIC) program provides credit to support venture capital investments. The Budget proposes a program level of \$3 billion for SBIC Debentures. Finally, the Budget proposes a \$25 million program level for direct Microloans. As part of the Secondary Market Guarantee (SMG) Program, SBA's fiscal agent pools the guaranteed portion of 7(a) loans and sells the securities to investors. This mechanism provides liquidity to lenders participating in the 7(a) loan program. For 2011, the Budget proposes a program level of \$12 billion in such securities.

The 2011 Budget includes a number of legislative proposals (Section 522 through 524 of the SBA Administrative Provisions) to improve small business access to credit. These provisions would increase the maximum loan size for standard 7(a) loans from \$2 million to \$5 million; increase the maximum loan size for the 504 program from \$2 million to \$5 million for regular projects and from \$4 million to \$5.5 million for manufacturing projects; and increase maximum loan size for microloans to small business concerns from \$35,000 to \$50,000. The proposal also increases the maximum loan limits for lenders in their first year of participation in the Microloan Program, from \$750,000 to \$1 million, and from \$3.5 million to \$5 million in the subsequent years. The subsidy rates presented in the Budget and Federal Credit Supplement for the 7(a), 504, and Microloan programs assume enactment of these proposals.

Due to the economic crisis and significantly higher default claims, SBA recorded a \$4.5 billion upward reestimate in its loan guarantee programs, the highest in the Agency's history since the implementation of credit reform in 1992. This additional subsidy cost is covered by mandatory appropriations and increases the Federal budget deficit in 2010. Further, projected economic conditions and higher anticipated defaults have doubled the estimated cost of new 7(a) loan guarantees for 2011 compared to 2010. Therefore, the Administration will submit a legislative package to provide SBA the flexibility to adjust fees in the 7(a) program to enable it to be self-sustaining over time. These changes in the program's fee structure would become effective for loans originated in 2012.

Object Classification (in millions of dollars)

Identification code 73-1154-0-1-376	2009 actual	2010 est.	2011 est.
Direct obligations:			
25.2 Other services	138	153	157
41.0 Grants, subsidies, and contributions	1,830	5,026	169
99.9 Total new obligations	1,968	5,179	326

BUSINESS DIRECT LOAN FINANCING ACCOUNT**Program and Financing** (in millions of dollars)

Identification code 73-4148-0-3-376	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Direct loans	37	550	691
00.02 Interest on Treasury borrowing	8	20	25
00.91 Direct Program by Activities - Subtotal	45	570	716
08.01 Negative subsidy obligations	2	1	1
08.02 Payment of downward reestimate to a receipt account	1	2	.....
08.04 Payment of interest on downward reestimate to a receipt account	3	3	.....
08.91 Direct Program by Activities - Subtotal	4	7	1
10.00 Total new obligations	49	577	717
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	7	20	.....
22.00 New financing authority (gross)	90	733	1,019
22.10 Resources available from recoveries of prior year obligations	1	2	2
22.60 Portion applied to repay debt	-29	-178	-283
23.90 Total budgetary resources available for obligation	69	577	738
23.95 Total new obligations	-49	-577	-717
24.40 Unobligated balance carried forward, end of year	20	.....	21
New financing authority (gross), detail:			
Mandatory:			
67.10 Authority to borrow	45	552	692
69.00 Offsetting collections (cash)	43	181	327
69.10 Change in uncollected customer payments from Federal sources (unexpired)	2	.....	.....
69.90 Spending authority from offsetting collections (total mandatory)	45	181	327
70.00 Total new financing authority (gross)	90	733	1,019
Change in obligated balances:			
72.40 Obligated balance, start of year	23	33	58
73.10 Total new obligations	49	577	717
73.20 Total financing disbursements (gross)	-36	-550	-700
73.45 Recoveries of prior year obligations	-1	-2	-2
74.00 Change in uncollected customer payments from Federal sources (unexpired)	-2	.....	.....
74.40 Obligated balance, end of year	33	58	73
Outlays (gross), detail:			
87.00 Total financing disbursements (gross)	36	550	700

Offsets:

Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal sources: Payments from program account	-2	-2	-2
88.00 Upward reestimate	-8	-5	.....
88.00 Interest on reestimate	-4	-2	.....
88.25 Interest on uninvested funds	-3	-20	-23
88.40 Repayments of principal, net	-26	-150	-300
88.40 Other income .....	.....	-2	-2
88.90 Total, offsetting collections (cash)	-43	-181	-327
Against gross financing authority only:			
88.95 Change in receivables from program accounts	-2	.....	.....
Net financing authority and financing disbursements:			
89.00 Financing authority	45	552	692
90.00 Financing disbursements	-7	369	373

Status of Direct Loans (in millions of dollars)

Identification code 73-4148-0-3-376	2009 actual	2010 est.	2011 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans .....	.....	.....	.....
1131 Direct loan obligations exempt from limitation	37	550	691
1150 Total direct loan obligations	37	550	691
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	116	113	359
1231 Disbursements: Direct loan disbursements	24	400	450
1251 Repayments: Repayments and prepayments	-23	-152	-300
1263 Write-offs for default: Direct loans	-4	-2	-5
1290 Outstanding, end of year	113	359	504

As required by the Federal Credit Reform Act of 1990, as amended, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond (including modifications of direct loans that resulted from obligations in any year). The amounts in this account are a means of financing and are not included in the budget totals.

Balance Sheet (in millions of dollars)

Identification code 73-4148-0-3-376	2008 actual	2009 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury	30	54
Investments in US securities:		
1106 Receivables, net	12	7
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	116	113
1405 Allowance for subsidy cost (-)	-26	-28
1499 Net present value of assets related to direct loans	90	85
1999 Total assets	132	146
LIABILITIES:		
Federal liabilities:		
2103 Debt	127	144
2105 Other	5	2
2999 Total liabilities	132	146
4999 Total liabilities and net position	132	146

BUSINESS GUARANTEED LOAN FINANCING ACCOUNT**Program and Financing** (in millions of dollars)

Identification code 73-4149-0-3-376	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Default claims	4,257	5,000	3,250
00.02 Interest on Treasury borrowing	123	125	100
00.05 Other Expenses	166	30	30
00.91 Direct Program by Activities - Subtotal	4,546	5,155	3,380

BUSINESS GUARANTEED LOAN FINANCING ACCOUNT—Continued

Program and Financing—Continued

Identification code 73-4149-0-3-376		2009 actual	2010 est.	2011 est.
08.02	Payment of downward reestimate to receipt account	336	34	.....
08.04	Payment of interest on downward reestimate to receipt account	122	15	.....
08.91	Direct Program by Activities - Subtotal	458	49	.....
10.00	Total new obligations	5,004	5,204	3,380
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	671	535	1,561
22.00	New financing authority (gross)	4,924	6,229	1,818
22.10	Resources available from recoveries of prior year obligations .....	.....	1	1
22.60	Portion applied to repay debt	-56	.....	.....
23.90	Total budgetary resources available for obligation	5,539	6,765	3,380
23.95	Total new obligations	-5,004	-5,204	-3,380
24.40	Unobligated balance carried forward, end of year	535	1,561	.....
New financing authority (gross), detail:				
Mandatory:				
67.10	Authority to borrow	2,022	.....	.....
69.00	Offsetting collections (cash)	2,703	6,229	1,818
69.10	Change in uncollected customer payments from Federal sources (unexpired)	199	.....	.....
69.90	Spending authority from offsetting collections (total mandatory)	2,902	6,229	1,818
70.00	Total new financing authority (gross)	4,924	6,229	1,818
Change in obligated balances:				
72.40	Obligated balance, start of year	63	-62	141
73.10	Total new obligations	5,004	5,204	3,380
73.20	Total financing disbursements (gross)	-4,930	-5,000	-3,455
73.45	Recoveries of prior year obligations .....	.....	-1	-1
74.00	Change in uncollected customer payments from Federal sources (unexpired)	-199	.....	.....
74.40	Obligated balance, end of year	-62	141	65
Outlays (gross), detail:				
87.00	Total financing disbursements (gross)	4,930	5,000	3,455
Offsets:				
Against gross financing authority and financing disbursements:				
Offsetting collections (cash) from:				
88.00	Payments from program account	-112	-405	-93
88.00	Upward reestimate	-1,267	-3,779	.....
88.00	Interest on reestimate	-234	-740	.....
88.25	Interest on uninvested funds	-109	-150	-150
88.40	Fees	-421	-205	-525
88.40	Recoveries	-509	-950	-1,050
88.40	Other	-51	.....	.....
88.90	Total, offsetting collections (cash)	-2,703	-6,229	-1,818
Against gross financing authority only:				
88.95	Change in receivables from program accounts	-199	.....	.....
Net financing authority and financing disbursements:				
89.00	Financing authority	2,022	.....	.....
90.00	Financing disbursements	2,227	-1,229	1,637

Status of Guaranteed Loans (in millions of dollars)

Identification code 73-4149-0-3-376		2009 actual	2010 est.	2011 est.
Position with respect to appropriations act limitation on commitments:				
2111	Limitation on guaranteed loans made by private lenders	16,212	43,247	78,239
2150	Total guaranteed loan commitments	16,212	43,247	78,239
2199	Guaranteed amount of guaranteed loan commitments	14,987	41,936	58,700
Cumulative balance of guaranteed loans outstanding:				
2210	Outstanding, start of year	74,980	74,781	85,022
2231	Disbursements of new guaranteed loans	12,116	22,803	23,900
2251	Repayments and prepayments	-7,832	-7,400	-8,500
Adjustments:				
2261	Terminations for default that result in loans receivable	-4,308	-5,000	-3,440
2263	Terminations for default that result in claim payments	-175	-162	-195

2290	Outstanding, end of year	74,781	85,022	96,787
Memorandum:				
2299	Guaranteed amount of guaranteed loans outstanding, end of year	62,141	68,300	73,150
Addendum:				
Cumulative balance of defaulted guaranteed loans that result in loans receivable:				
2310	Outstanding, start of year	4,152	6,426	6,571
2331	Disbursements for guaranteed loan claims	3,919	1,150	1,150
2351	Repayments of loans receivable	-448	-730	-730
2361	Write-offs of loans receivable	-1,482	-275	-275
2364	Other adjustments, net	285	.....	.....
2390	Outstanding, end of year	6,426	6,571	6,716

As required by the Federal Credit Reform Act of 1990, as amended, this non-budgetary account records all cash flows to and from the Government resulting from loan guarantees committed in 1992 and beyond (including modifications of loan guarantees that resulted from commitments in any year). The amounts in this account are a means of financing and are not included in the budget totals.

Balance Sheet (in millions of dollars)

Identification code 73-4149-0-3-376		2008 actual	2009 actual
ASSETS:			
Federal assets:			
1101	Fund balances with Treasury	734	473
Investments in US securities:			
1106	Receivables, net	1,118	4,386
1206	Non-Federal assets: Receivables, net	32	14
Net value of assets related to post-1991 acquired defaulted guaranteed loans receivable:			
1501	Defaulted guaranteed loans receivable, gross	4,152	6,426
1504	Foreclosed property	16	34
1505	Allowance for subsidy cost (-)	-2,886	-4,342
1599	Net present value of assets related to defaulted guaranteed loans	1,282	2,118
1999	Total assets	3,166	6,991
LIABILITIES:			
Federal liabilities:			
2103	Debt	843	2,809
2105	Other	435	63
Non-Federal liabilities:			
2201	Accounts payable	63	125
2204	Liabilities for loan guarantees	1,825	3,994
2999	Total liabilities	3,166	6,991
4999	Total upward reestimate subsidy BA [73-1154]	3,166	6,991

BUSINESS LOAN FUND LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 73-4154-0-3-376		2009 actual	2010 est.	2011 est.
Obligations by program activity:				
00.01	Interest Expense to Treasury	1	1	1
00.05	Guaranteed loan default claims	1	1	1
00.09	Other expenses	1	2	1
10.00	Total new obligations	3	4	3
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	21	6	.....
22.00	New budget authority (gross)	14	10	7
22.40	Capital transfer to general fund	-21	-9	-2
22.60	Portion applied to repay debt to FFB	-5	-3	-2
23.90	Total budgetary resources available for obligation	9	4	3
23.95	Total new obligations	-3	-4	-3
24.40	Unobligated balance carried forward, end of year	6	.....	.....
New budget authority (gross), detail:				
Mandatory:				
60.00	Appropriation	3	2	1

69.00	Offsetting collections (cash)	11	8	6
70.00	Total new budget authority (gross)	14	10	7
Change in obligated balances:				
72.40	Obligated balance, start of year	4	1	.....
73.10	Total new obligations	3	4	3
73.20	Total outlays (gross)	-6	-5	-3
74.40	Obligated balance, end of year	1	.....	.....
Outlays (gross), detail:				
86.97	Outlays from new mandatory authority	6	5	3
Offsets:				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.40	Financing Investment programs-principal	-5	-4	-3
88.40	Interest Income-Business & investment	-1	-1	-1
88.40	Collection on FFB loans	-5	-3	-2
88.40	Other Income-both Business and Investment .....	.....	.....	.....
88.90	Total, offsetting collections (cash)	-11	-8	-6
Net budget authority and outlays:				
89.00	Budget authority	3	2	1
90.00	Outlays	-5	-3	-3

Status of Direct Loans (in millions of dollars)

Identification code 73-4154-0-3-376		2009 actual	2010 est.	2011 est.
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year	31	25	21
1251	Repayments: Repayments and prepayments	-1	-2	-2
1263	Write-offs for default: Direct loans .....	.....	-2	-2
1264	Other adjustments, net (+ or -)	-5	.....	.....
1290	Outstanding, end of year	25	21	17

Status of Guaranteed Loans (in millions of dollars)

Identification code 73-4154-0-3-376		2009 actual	2010 est.	2011 est.
Cumulative balance of guaranteed loans outstanding:				
2210	Outstanding, start of year	107	74	45
2251	Repayments and prepayments	-31	-28	-23
Adjustments:				
2261	Terminations for default that result in loans receivable	-1	-1	-1
2263	Terminations for default that result in claim payments	-1	.....	.....
2290	Outstanding, end of year	74	45	21
Memorandum:				
2299	Guaranteed amount of guaranteed loans outstanding, end of year	62	32	18
Addendum:				
Cumulative balance of defaulted guaranteed loans that result in loans receivable:				
2310	Outstanding, start of year	47	45	32
2331	Disbursements for guaranteed loan claims	1	1	1
2351	Repayments of loans receivable	-9	-12	-12
2361	Write-offs of loans receivable	-2	-2	-2
2364	Other adjustments, net	8	.....	.....
2390	Outstanding, end of year	45	32	19

As required by the Federal Credit Reform Act of 1990, as amended, this account records all cash flows to and from the Government resulting from SBA direct loans obligated and loan guarantees committed prior to 1992. This account is shown on a cash basis. All new activity in this program in 1992 and beyond (including modifications of direct loans or loan guarantees made in any year) is recorded in corresponding program and financing accounts.

Balance Sheet (in millions of dollars)

Identification code 73-4154-0-3-376		2008 actual	2009 actual
ASSETS:			
1101	Federal assets: Fund balances with Treasury	26	8
1206	Non-Federal assets: Receivables, net	4	3
1601	Direct loans, gross	31	25
1603	Allowance for estimated uncollectible loans and interest (-)	-2	-1
1604	Direct loans and interest receivable, net	29	24
1699	Value of assets related to direct loans	29	24
1701	Defaulted guaranteed loans, gross	47	45
1703	Allowance for estimated uncollectible loans and interest (-)	-23	-23
1799	Value of assets related to loan guarantees	24	22
1901	Other Federal assets: Other assets	7	7
1999	Total assets	90	64
LIABILITIES:			
Federal liabilities:			
2101	Accounts payable	2	1
2103	Debt	10	6
2104	Resources payable to Treasury	75	55
Non-Federal liabilities:			
2201	Accounts payable	1	1
2207	Other Liabilities	2	1
2999	Total liabilities	90	64
4999	Total liabilities and net position	90	64

Object Classification (in millions of dollars)

Identification code 73-4154-0-3-376		2009 actual	2010 est.	2011 est.
Direct obligations:				
42.0	Insurance claims and indemnities	2	3	2
43.0	Interest and dividends	1	1	1
99.9	Total new obligations	3	4	3

DISASTER LOANS PROGRAM ACCOUNT

(INCLUDING TRANSFERS OF FUNDS)

【For the cost of guaranteed loans, including the cost of modifying such loans as defined in section 502 of the Congressional Budget Act of 1974, \$1,690,000, to remain available until expended, of which \$352,357 is for loan guarantees as authorized by section 42 of the Small Business Act, and \$1,337,643 is for loan guarantees as authorized by section 12085 of Public Law 110-246.】

【In addition, for】 *For* administrative expenses to carry out the direct loan program authorized by section 7(b) of the Small Business Act, 【and the guaranteed loan programs authorized by section 42 of the Small Business Act and section 12085 of Public Law 110-246, \$76,588,200】 \$203,000,000, to be available until expended, of which \$1,000,000 is for the Office of Inspector General of the Small Business Administration for audits and reviews of disaster loans and the disaster loan programs and shall be 【transferred to and merged with】 *paid to* the appropriations for the Office of Inspector General; of which 【\$65,278,200】 \$193,000,000 is for direct administrative expenses of loan making and servicing to carry out the direct loan program, which may be 【transferred to and merged with】 *paid to* the appropriations for Salaries and Expenses; and of which \$9,000,000 is for indirect administrative expenses for the direct loan program, which may be 【transferred to and merged with】 *paid to* the appropriations for Salaries and Expenses【, and of which \$1,310,000 is for administrative expenses to carry out the guaranteed loan programs, which may be transferred to and merged with the appropriations for Salaries and Expenses】. (*Financial Services and General Government Appropriations Act, 2010.*)

DISASTER LOANS PROGRAM ACCOUNT—Continued
Program and Financing (in millions of dollars)

Identification code 73–1152–0–1–453	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Direct loan subsidy	103	118	145
00.02 Guaranteed loan subsidy for Immediate and Expedited Disaster		2	
00.05 Upward reestimate of direct loans	158	181	
00.06 Interest on upward reestimates of direct loans	28	54	
00.09 Administrative expense	287	77	203
10.00 Total new obligations	576	432	348
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1,209	855	747
22.00 New budget authority (gross)	186	314	203
22.10 Resources available from recoveries of prior year obligations	36	10	10
23.90 Total budgetary resources available for obligation	1,431	1,179	960
23.95 Total new obligations	–576	–432	–348
24.40 Unobligated balance carried forward, end of year	855	747	612
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation		79	203
Mandatory:			
60.00 Appropriation	186	235	
70.00 Total new budget authority (gross)	186	314	203
Change in obligated balances:			
72.40 Obligated balance, start of year	76	31	23
73.10 Total new obligations	576	432	348
73.20 Total outlays (gross)	–585	–430	–320
73.45 Recoveries of prior year obligations	–36	–10	–10
74.40 Obligated balance, end of year	31	23	41
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority		79	203
86.93 Outlays from discretionary balances	399	116	117
86.97 Outlays from new mandatory authority	186	235	
87.00 Total outlays (gross)	585	430	320
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	–1		
Against gross budget authority only:			
88.96 Portion of offsetting collections (cash) credited to expired accounts	1		
Net budget authority and outlays:			
89.00 Budget authority	186	314	203
90.00 Outlays	584	430	320

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 73–1152–0–1–453	2009 actual	2010 est.	2011 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Disaster Assistance Loans	688	1,100	1,100
115999 Total direct loan levels	688	1,100	1,100
Direct loan subsidy (in percent):			
132001 Disaster Assistance Loans	14.92	10.77	13.22
132999 Weighted average subsidy rate	14.92	10.77	13.22
Direct loan subsidy budget authority:			
133001 Disaster Assistance Loans	103	118	145
133999 Total subsidy budget authority	103	118	145
Direct loan subsidy outlays:			
134001 Disaster Assistance Loans	112	117	116
134999 Total subsidy outlays	112	117	116
Direct loan upward reestimates:			
135001 Disaster Assistance Loans	179	223	
135002 Economic Injury Disaster Loans—Terrorist Attack	7	12	
135999 Total upward reestimate budget authority	186	235	
Direct loan downward reestimates:			
137001 Disaster Assistance Loans	–27	–24	

137999 Total downward reestimate budget authority	–27	–24	
Guaranteed loan levels supportable by subsidy budget authority:			
215001 Immediate Disaster Assistance		12	
215002 Expedited Disaster Assistance		63	
215999 Total loan guarantee levels		75	
Guaranteed loan subsidy (in percent):			
232001 Immediate Disaster Assistance	0.00	2.83	0.00
232002 Expedited Disaster Assistance	0.00	2.14	0.00
232999 Weighted average subsidy rate	0.00	2.25	0.00
Guaranteed loan subsidy budget authority:			
233002 Expedited Disaster Assistance		2	
233999 Total subsidy budget authority		2	
Guaranteed loan subsidy outlays:			
234002 Expedited Disaster Assistance		1	1
234999 Total subsidy outlays		1	1
Administrative expense data:			
3510 Budget authority		77	203
3580 Outlays from balances	287		
3590 Outlays from new authority		77	203

As required by the Federal Credit Reform Act of 1990, as amended, this account records, for loans made pursuant to Section 7(b) of the Small Business Act, as amended, the subsidy costs associated with the direct loans obligated in 1992 and beyond (including modifications of direct loans or loan guarantees that resulted from obligations or commitments in any year), as well as administrative expenses of this program. The subsidy amounts are estimated on a present value basis; the administrative expenses are estimated on a cash basis.

Disaster loans made pursuant to Section 7(b) of the Small Business Act provide Federal assistance for non-farm, private sector disaster losses. Through the disaster assistance program, SBA helps homeowners, renters, businesses of all sizes, and non-profit organizations pay for the cost of replacing, rebuilding or repairing property damaged by disasters. The program is the only form of SBA assistance not limited to small businesses. The program provides subsidized loans of up to 30 years to borrowers who have incurred uninsured physical losses or economic injury as the result of a disaster.

In 2011, the Budget supports \$1.1 billion in loans, the ten-year average for such loans, excluding outlying events. The Budget includes a legislative proposal (Section 521 of the SBA Administrative Provisions) to increase the maximum term for Business Credit Elsewhere loans from three to seven years. With this policy proposal, the subsidy rate is 13.22 percent. The Budget does not request new credit subsidy Budget Authority (BA), as SBA has sufficient unobligated balances to support estimated 2011 loan approvals. However, the Budget does request \$203 million in new BA for administrative expenses, an increase of \$126 million from the 2010 enacted level, as SBA will no longer have unobligated balances to rely upon.

Object Classification (in millions of dollars)

Identification code 73–1152–0–1–453	2009 actual	2010 est.	2011 est.
Direct obligations:			
25.2 Other services	287	77	203
41.0 Grants, subsidies, and contributions	289	355	145
99.9 Total new obligations	576	432	348

DISASTER DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 73-4150-0-3-453	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Direct loans	688	1,100	1,100
00.02 Interest on Treasury borrowing	405	350	350
00.03 Other	8		
00.91 Direct Program by Activities - Subtotal	1,101	1,450	1,450
08.02 Payment of downward reestimate to a receipt account	24	24	
08.04 Payment of interest on downward reestimate to a receipt account	3		
08.91 Direct Program by Activities - Subtotal	27	24	
10.00 Total new obligations	1,128	1,474	1,450

Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	869	639	
22.00 New financing authority (gross)	1,779	2,349	2,038
22.10 Resources available from recoveries of prior year obligations	219	650	650
22.60 Portion applied to repay debt	-1,100	-2,164	-1,238
23.90 Total budgetary resources available for obligation	1,767	1,474	1,450
23.95 Total new obligations	-1,128	-1,474	-1,450
24.40 Unobligated balance carried forward, end of year	639		

New financing authority (gross), detail:			
Mandatory:			
67.10 Authority to borrow	527	978	903
69.00 Offsetting collections (cash)	1,296	1,371	1,135
69.10 Change in uncollected customer payments from Federal sources (unexpired)	-44		
69.90 Spending authority from offsetting collections (total mandatory)	1,252	1,371	1,135
70.00 Total new financing authority (gross)	1,779	2,349	2,038

Change in obligated balances:			
72.40 Obligated balance, start of year	396	183	
73.10 Total new obligations	1,128	1,474	1,450
73.20 Total financing disbursements (gross)	-1,166	-1,007	-800
73.45 Recoveries of prior year obligations	-219	-650	-650
74.00 Change in uncollected customer payments from Federal sources (unexpired)	44		
74.40 Obligated balance, end of year	183		

Outlays (gross), detail:			
87.00 Total financing disbursements (gross)	1,166	1,007	800

Offsets:			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Payments from program account	-112	-117	-116
88.00 Upward reestimate	-158	-181	
88.00 Interest on upward reestimate	-28	-54	
88.25 Interest income from Treasury	-75	-230	-230
88.40 Repayments of principal, net	-921	-789	-789
88.40 Non-Federal sources-Other	-2		
88.90 Total, offsetting collections (cash)	-1,296	-1,371	-1,135
Against gross financing authority only:			
88.95 Change in receivables from program accounts	44		

Net financing authority and financing disbursements:			
89.00 Financing authority	527	978	903
90.00 Financing disbursements	-130	-364	-335

Status of Direct Loans (in millions of dollars)

Identification code 73-4150-0-3-453	2009 actual	2010 est.	2011 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans			
1131 Direct loan obligations exempt from limitation	688	1,100	1,100
1150 Total direct loan obligations	688	1,100	1,100

Cumulative balance of direct loans outstanding:

1210 Outstanding, start of year	8,646	8,454	8,247
1231 Disbursements: Direct loan disbursements	727	738	738
1251 Repayments: Repayments and prepayments	-626	-789	-789
1261 Adjustments: Capitalized interest			
1263 Write-offs for default: Direct loans	-299	-156	-156
1264 Other adjustments, net (+ or -)	6		
1290 Outstanding, end of year	8,454	8,247	8,040

As required by the Federal Credit Reform Act of 1990, as amended, this non-budgetary account records all cash flows to and from the Government resulting from disaster direct loans obligated in 1992 and beyond (including modifications of direct loans that resulted from obligations in any year). The amounts in this account are a means of financing and are not included in the budget totals.

Balance Sheet (in millions of dollars)

Identification code 73-4150-0-3-453	2008 actual	2009 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	1,451	1,066
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	8,646	8,454
1405 Allowance for subsidy cost (-)	-1,573	-1,596
1499 Net present value of assets related to direct loans	7,073	6,858
1999 Total assets	8,524	7,924
LIABILITIES:		
Federal liabilities:		
2103 Debt	8,520	7,920
2105 Other	4	4
2999 Total liabilities	8,524	7,924
4999 Total liabilities and net position	8,524	7,924

DISASTER LOANS GUARANTEED LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 73-4293-0-3-453	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.02 Interest on Treasury borrowing		1	1
10.00 Total new obligations		1	1

Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year			1
22.00 New financing authority (gross)		2	2
23.90 Total budgetary resources available for obligation		2	3
23.95 Total new obligations		-1	-1
24.40 Unobligated balance carried forward, end of year		1	2

New financing authority (gross), detail:			
Mandatory:			
67.10 Authority to borrow		1	1
69.00 Offsetting collections (cash)		1	1
70.00 Total new financing authority (gross)		2	2

Change in obligated balances:			
72.40 Obligated balance, start of year			1
73.10 Total new obligations		1	1
74.40 Obligated balance, end of year		1	2

Outlays (gross), detail:			
87.00 Total financing disbursements (gross)			

Offsets:			
Against gross financing authority and financing disbursements:			
88.00 Offsetting collections (cash) from: Payments from program account		-1	-1

DISASTER LOANS GUARANTEED LOAN FINANCING ACCOUNT—Continued
Program and Financing—Continued

Identification code 73–4293–0–3–453	2009 actual	2010 est.	2011 est.
Net financing authority and financing disbursements:			
89.00 Financing authority		1	1
90.00 Financing disbursements		–1	–1

Status of Guaranteed Loans (in millions of dollars)

Identification code 73–4293–0–3–453	2009 actual	2010 est.	2011 est.
Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders			
2131 Guaranteed loan commitments exempt from limitation		75	
2150 Total guaranteed loan commitments		75	
2199 Guaranteed amount of guaranteed loan commitments		60	

As required by the Federal Credit Reform Act of 1990, as amended, this non-budgetary account records all cash flows to and from the Government resulting from loan guarantees committed in 1992 and beyond (including modifications of loan guarantees that resulted from commitments in any year). The amounts in this account are a means of financing and are not included in the budget totals.

DISASTER LOAN FUND LIQUIDATING ACCOUNT**Program and Financing** (in millions of dollars)

Identification code 73–4153–0–3–453	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
01.01 Interest expense to Treasury	1	1	1
01.03 Other expenses		2	2
10.00 Total new obligations	1	3	3
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	9	6	
22.00 New budget authority from offsetting collections (gross)	7	6	6
22.40 Capital transfer to general fund	–9	–9	–3
23.90 Total budgetary resources available for obligation	7	3	3
23.95 Total new obligations	–1	–3	–3
24.40 Unobligated balance carried forward, end of year	6		

New budget authority (gross), detail:

Mandatory:			
60.00 Appropriation	3	2	2
69.00 Offsetting collections (cash)	4	4	4
70.00 Total new budget authority (gross)	7	6	6

Change in obligated balances:

72.40 Obligated balance, start of year	1		2
73.10 Total new obligations	1	3	3
73.20 Total outlays (gross)	–2	–1	–1
74.40 Obligated balance, end of year		2	4

Outlays (gross), detail:

86.97 Outlays from new mandatory authority	2	1	1
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Offsets:

Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.40 Loan repayments	–4	–2	–2
88.40 Other collection		–2	–2
88.90 Total, offsetting collections (cash)	–4	–4	–4

Net budget authority and outlays:

89.00 Budget authority	3	2	2
90.00 Outlays	–2	–3	–3

Status of Direct Loans (in millions of dollars)

Identification code 73–4153–0–3–453	2009 actual	2010 est.	2011 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	17	14	12
1251 Repayments: Repayments and prepayments	–3	–2	–2
1263 Write-offs for default: Direct loans		–1	–1
1264 Other adjustments, net (+ or –)		1	1
1290 Outstanding, end of year	14	12	10

As required by the Federal Credit Reform Act of 1990, as amended, this account records all cash flows to and from the Government resulting from SBA disaster direct loans obligated prior to 1992. This account is shown on a cash basis. All new activity in this program in 1992 and beyond (including modifications of direct loans or loan guarantees made in any year) is recorded in corresponding program and financing accounts.

Balance Sheet (in millions of dollars)

Identification code 73–4153–0–3–453	2008 actual	2009 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	9	6
1601 Direct loans, net	17	14
1603 Allowance for estimated uncollectible loans and interest (–)	–1	–1
1699 Value of assets related to direct loans	16	13
1999 Total assets	25	19
LIABILITIES:		
Federal liabilities:		
2101 Accounts payable	1	
2104 Resources payable to Treasury	24	19
2999 Total liabilities	25	19
4999 Total liabilities and net position	25	19

Object Classification (in millions of dollars)

Identification code 73–4153–0–3–453	2009 actual	2010 est.	2011 est.
Direct obligations:			
25.2 Other services		2	2
43.0 Interest and dividends	1	1	1
99.9 Total new obligations	1	3	3

POLLUTION CONTROL EQUIPMENT FUND LIQUIDATING ACCOUNT**Program and Financing** (in millions of dollars)

Identification code 73–4147–0–3–376	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Obligations by program activity: Disbursement for Guaranty Loan Claim		2	1
10.00 Total new obligations (object class 42.0)		2	1
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	3	3	
22.00 New budget authority (gross)	3	2	1
22.40 Capital transfer to general fund	–3	–3	
23.90 Total budgetary resources available for obligation	3	2	1
23.95 Total new obligations		–2	–1
24.40 Unobligated balance carried forward, end of year	3		
New budget authority (gross), detail:			
Mandatory:			
60.00 Appropriation	3	2	1
Change in obligated balances:			
73.10 Total new obligations		2	1
73.20 Total outlays (gross)		–2	–1

Outlays (gross), detail:				
86.97	Outlays from new mandatory authority	2	1	
Net budget authority and outlays:				
89.00	Budget authority	3	2	1
90.00	Outlays	2	2	1

Status of Guaranteed Loans (in millions of dollars)

Identification code 73-4147-0-3-376		2009 actual	2010 est.	2011 est.
Cumulative balance of guaranteed loans outstanding:				
2210	Outstanding, start of year	2	1	.....
2251	Repayments and prepayments	-1	-1	.....
2290	Outstanding, end of year	1	.....	.....
Memorandum:				
2299	Guaranteed amount of guaranteed loans outstanding, end of year	1	.....	.....
Addendum:				
Cumulative balance of defaulted guaranteed loans that result in loans receivable:				
2310	Outstanding, start of year	10	10	10
2390	Outstanding, end of year	10	10	10

Public Law 94-305 established this fund to alleviate the adverse impact of pollution regulations on small businesses. As a result of the elimination of tax-exempt financing associated with the Pollution Control Guaranteed loan program, no new activity is anticipated for this program.

Balance Sheet (in millions of dollars)

Identification code 73-4147-0-3-376		2008 actual	2009 actual
ASSETS:			
1101	Federal assets: Fund balances with Treasury	3	3
1603	Allowance for estimated uncollectible loans and interest (-)	-8	-8
1701	Defaulted guaranteed loans, gross	10	10
1999	Total assets	5	5
LIABILITIES:			
2104	Federal liabilities: Resources payable to Treasury	5	5
2999	Total liabilities	5	5
4999	Total liabilities and net position	5	5

GENERAL FUND RECEIPT ACCOUNTS

(in millions of dollars)

	2009 actual	2010 est.	2011 est.
Offsetting receipts from the public:			
73-272130	Disaster Loan Program, Downward Reestimates of Subsidies	27	24
73-272210	Business Loan Program, Negative Subsidies	2	1

73-272230	Business Loan Program, Downward Reestimates of Subsidies	462	53
	General Fund Offsetting receipts from the public	489	79
			1

ADMINISTRATIVE PROVISIONS—SMALL BUSINESS ADMINISTRATION

(INCLUDING TRANSFER OF FUNDS)

SEC. 520. Not to exceed 5 percent of any appropriation made available for the current fiscal year for the Small Business Administration in this Act may be transferred between such appropriations, but no such appropriation shall be increased by more than 10 percent by any such transfers: *Provided*, That any transfer pursuant to this paragraph shall be treated as a reprogramming of funds under section 608 of this Act and shall not be available for obligation or expenditure except in compliance with the procedures set forth in that section.

SEC. 521. All disaster loans issued in Alaska or North Dakota shall be administered by the Small Business Administration and shall not be sold during fiscal year 2010.

SEC. 522. Funds made available under section 525 of Public Law 111-8 for the Jackie Joyner-Kersey Center shall be made available to the Illinois Institute of Independent Colleges and Universities.

SEC. 523. For an additional amount under the heading "Small Business Administration—Salaries and Expenses", \$59,000,000, to remain available until September 30, 2011, which shall be for initiatives related to small business development and entrepreneurship, including programmatic and construction activities, in the amounts and for the projects specified in the table that appears under the heading "Administrative Provisions—Small Business Administration" in the statement of managers to accompany this Act.

SEC. 521. Section 7(d) of the Small Business Act (15 U.S.C. 636(d)) is amended in subparagraph 7(d)(5)(D) by striking in the last sentence "three years" and inserting in lieu thereof "seven years".

SEC. 522. Section 7(a)(3)(A) of the Small Business Act (15 U.S.C. 636(a)(3)(A)) is amended by striking "\$1,500,000" and inserting in lieu thereof "\$3,750,000" and by striking "\$2,000,000" and inserting in lieu thereof "\$5,000,000".

SEC. 523. Section 7(m) of the Small Business Act (15 U.S.C. 636(m)) is amended-

(a) in paragraph (1)(B)(iii), by striking "\$35,000" and inserting in lieu thereof "\$50,000";

(b) in paragraph (3)(C), by striking "\$750,000" and inserting in lieu thereof "\$1,000,000" and by striking "\$3,500,000" and inserting in lieu thereof "\$5,000,000";

(c) in paragraph (3)(E), by striking "\$35,000" each place that term appears and inserting in lieu thereof "\$50,000"; and

(d) in paragraph (11)(B), by striking "\$35,000" and inserting in lieu thereof "\$50,000".

SEC. 524. Section 502(2)(A) of the Small Business Investment Act (15 U.S.C. 696(2)(A)) is amended-

(a) in clause (ii) by striking "\$2,000,000" and inserting in lieu thereof "\$5,000,000";

(b) in clause (iii) by striking "\$4,000,000" and inserting in lieu thereof "\$5,500,000".

(Financial Services and General Government Appropriations Act, 2010.)

